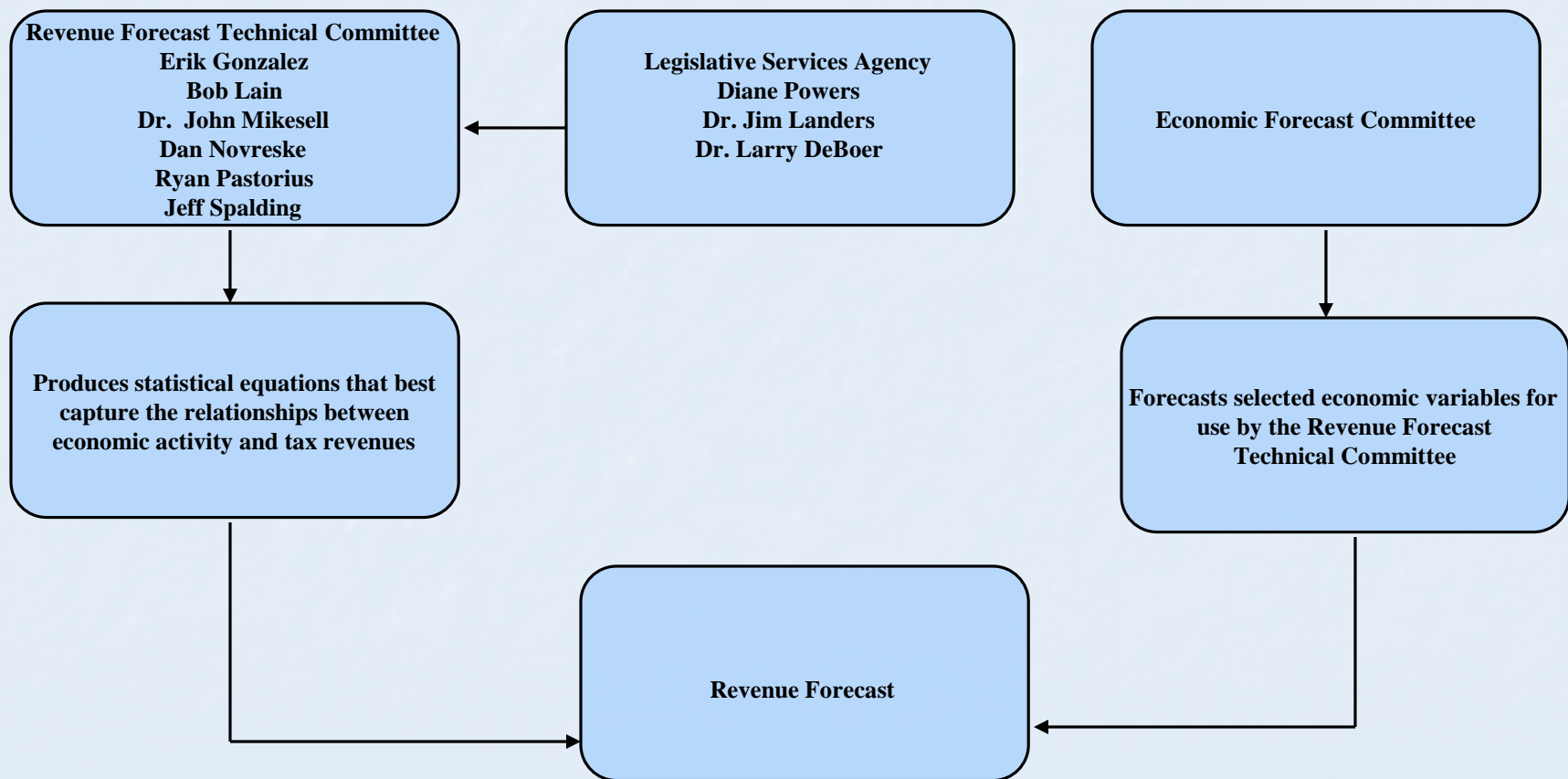


GENERAL FUND AND PROPERTY TAX REPLACEMENT FUND  
REVENUE FORECAST

REVENUE FORECAST TECHNICAL COMMITTEE  
APRIL 16, 2007

# GENERAL FUND AND PROPERTY TAX REPLACEMENT FUND REVENUE FORECAST PROCESS

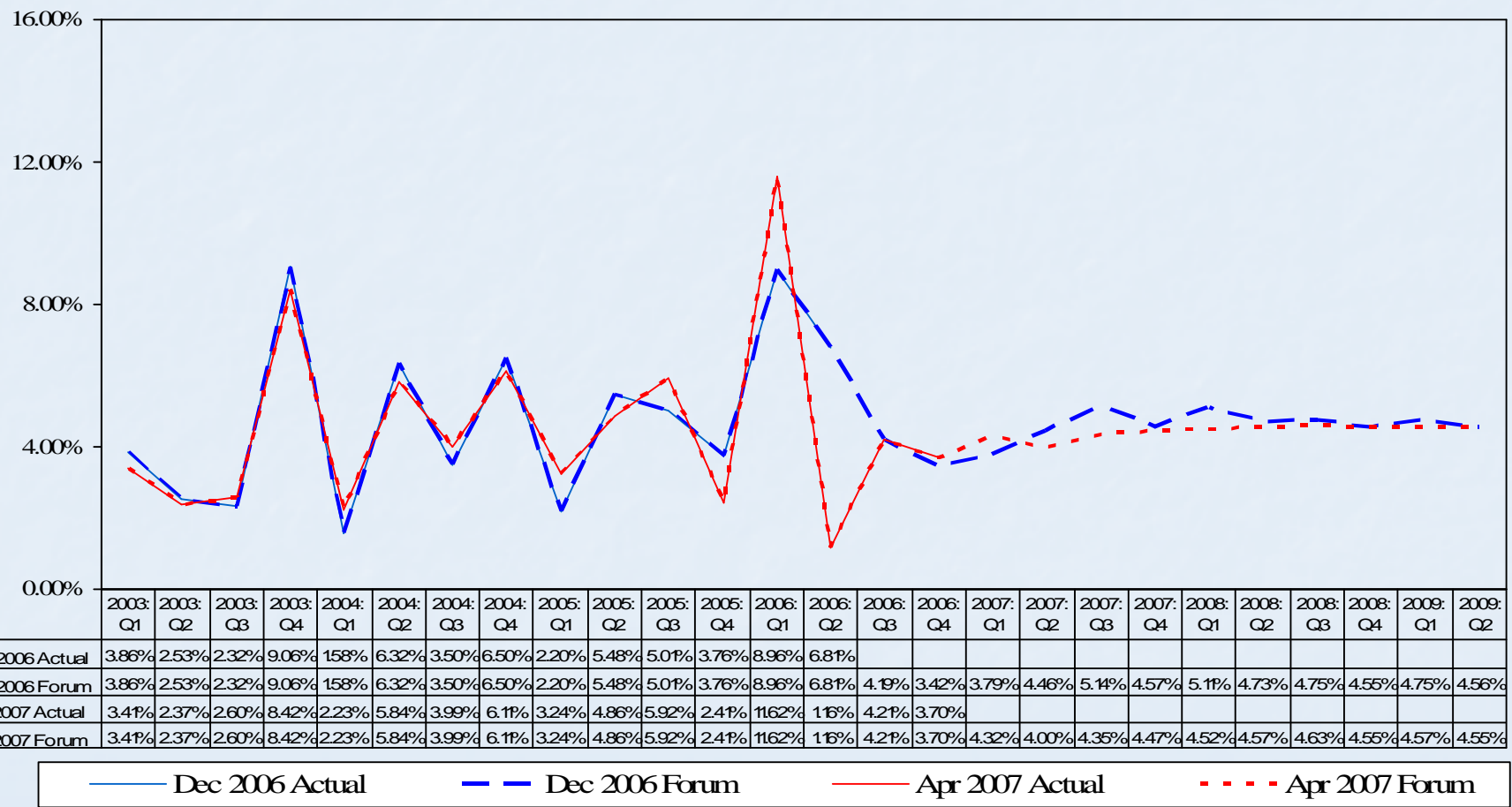


**YEAR-TO-DATE REVENUES THROUGH MARCH 31, 2007  
COMPARISON TO THE DECEMBER 14, 2006 FORECAST**

	<b>FORECAST REVENUE CURRENT Y-T-D</b>	<b>ACTUAL REVENUE CURRENT Y-T-D</b>	<b>DIFFERENCE</b>	
			<b>AMOUNT</b>	<b>PERCENT</b>
<b>SALES TAX</b>	<b>4,015.9</b>	<b>4,002.6</b>	<b>-13.3</b>	<b>-0.3%</b>
<b>INDIVIDUAL</b>	<b>3,026.7</b>	<b>3,002.4</b>	<b>-24.3</b>	<b>-0.8%</b>
<b>CORPORATE</b>	<b>480.4</b>	<b>513.3</b>	<b>32.9</b>	<b>6.8%</b>
<b>TOTAL BIG 3</b>	<b>7,523.0</b>	<b>7,518.3</b>	<b>-4.7</b>	<b>-0.1%</b>
<b>GAMING</b>	<b>410.8</b>	<b>410.4</b>	<b>-0.5</b>	<b>-0.1%</b>
<b>OTHER</b>	<b>729.5</b>	<b>724.1</b>	<b>-5.4</b>	<b>-0.7%</b>
<b>TOTAL</b>	<b>8,663.4</b>	<b>8,652.8</b>	<b>-10.6</b>	<b>-0.1%</b>

Totals may not add due to rounding

# INDIANA NONFARM PERSONAL INCOME COMPARISON OF DECEMBER 2006 FORECAST AND APRIL 2007 FORECAST (Quarterly percent change at annual rates)



## FORECAST OVERVIEW

- **The FY 2007 forecast**
  - **Forecasted growth over FY 2006 = 2.3% or \$275.4M**
  - **Change from December 14, 2006 forecast = -\$22.8M**
- **The FY 2008 forecast**
  - **Forecasted growth over FY 2007 = 3.9% or \$481.9M**
  - **Change from December 14, 2006 forecast = -\$55.8M**
- **The FY 2009 forecast**
  - **Forecasted growth over FY 2008 = 4.4% or \$559.4M**
  - **Change from December 14, 2006 forecast = -\$71.2M**

**STATE REVENUE FORECAST**  
**Combined General Fund and Property Tax Replacement Fund**  
**Fiscal Years 2007, 2008, and 2009**  
**April 16, 2007**  
**(in millions)**

		Prior	Updated	Diff. From	Percent	Percent			Diff. From	Percent	Percent			Diff. From	Percent	Percent
	Actual	Forecast	Forecast	Prior	Prior	Growth	Prior	Updated	Prior	Prior	Over	Prior	Updated	Prior	Prior	Growth
	2006	2007	2007	Forecast	Forecast	2006	2008	2008	Forecast	Forecast	2007	2009	2009	Forecast	Forecast	2008
<b><u>General &amp; PTR Funds</u></b>																
Sales	5,226.3	5,365.7	5,341.2	-24.5	-0.5%	2.2%	5,598.1	5,577.5	-20.6	-0.4%	4.4%	5,858.7	5,827.1	-31.6	-0.5%	4.5%
Individual	4,322.4	4,494.6	4,477.3	-17.3	-0.4%	3.6%	4,736.9	4,681.4	-55.5	-1.2%	4.6%	4,993.1	4,933.6	-59.5	-1.2%	5.4%
Corporate	925.4	894.9	908.0	13.1	1.5%	-1.9%	901.0	924.3	23.3	2.6%	1.8%	923.1	947.1	24.0	2.6%	2.5%
Subtotal "Big Three"	10,474.1	10,755.2	10,726.5	-28.7	-0.3%	2.4%	11,236.0	11,183.2	-52.8	-0.5%	4.3%	11,774.9	11,707.8	-67.1	-0.6%	4.7%
Gaming	589.9	626.7	625.4	-1.3	-0.2%	6.0%	656.8	647.3	-9.5	-1.4%	3.5%	688.0	677.9	-10.1	-1.5%	4.7%
Cigarette	298.0	302.6	300.9	-1.7	-0.6%	1.0%	306.3	303.9	-2.4	-0.8%	1.0%	310.6	307.8	-2.8	-0.9%	1.3%
AB Taxes	15.0	15.2	15.1	-0.1	-0.7%	1.0%	15.5	15.4	-0.1	-0.6%	2.0%	15.9	15.7	-0.2	-1.3%	1.9%
Inheritance	148.9	140.0	147.5	7.5	5.4%	-0.9%	140.0	147.5	7.5	5.4%	0.0%	140.0	147.5	7.5	5.4%	0.0%
Insurance	174.1	175.7	177.2	1.5	0.9%	1.8%	175.7	177.2	1.5	0.9%	0.0%	175.7	177.2	1.5	0.9%	0.0%
Interest	84.5	130.6	130.6	0.0	0.0%	54.5%	130.6	130.6	0.0	0.0%	0.0%	130.6	130.6	0.0	0.0%	0.0%
Other	275.8	212.5	212.5	0.0	0.0%	-23.0%	212.5	212.5	0.0	0.0%	0.0%	212.5	212.5	0.0	0.0%	0.0%
Subtotal	996.3	976.6	983.8	7.2	0.7%	-1.3%	980.6	987.1	6.5	0.7%	0.3%	985.3	991.3	6.0	0.6%	0.4%
<b><u>Total General &amp; PTR Funds</u></b>	12,060.3	12,358.5	12,335.7	-22.8	-0.2%	2.3%	12,873.4	12,817.6	-55.8	-0.4%	3.9%	13,448.2	13,377.0	-71.2	-0.5%	4.4%

**STATE REVENUE FORECAST**  
**Detail for General Fund and Property Tax Replacement Fund**  
**Fiscal Years 2007, 2008, and 2009**  
**April 16, 2007**  
(in millions)

	Actual	Prior	Updated	Diff. From	Percent	Percent	Prior	Updated	Diff. From	Percent	Percent	Prior	Updated	Diff. From	Percent	Percent
	2006	Forecast	Forecast	Prior	Diff. From	Growth	Forecast	Forecast	Prior	Diff. From	Growth	Forecast	Forecast	Prior	Diff. From	Growth
	2006	2007	2007	Forecast	Forecast	Over	2008	2008	Forecast	Forecast	Over	2009	2009	Forecast	Forecast	Over
<b><u>General Fund</u></b>																
Sales	2,576.3	2,654.6	2,625.8	-28.9	-1.1%	1.9%	2,776.2	2,766.0	-10.2	-0.4%	5.3%	2,905.5	2,889.8	-15.7	-0.5%	4.5%
Individual	3,706.6	3,870.3	3,854.2	-16.1	-0.4%	4.0%	4,073.7	4,026.0	-47.7	-1.2%	4.5%	4,294.1	4,242.9	-51.2	-1.2%	5.4%
Corporate	925.4	894.9	908.0	13.1	1.5%	-1.9%	901.0	924.3	23.3	2.6%	1.8%	923.1	947.1	24.0	2.6%	2.5%
Subtotal "Big Three"	7,208.3	7,419.8	7,387.9	-31.9	-0.4%	2.5%	7,751.0	7,716.3	-34.6	-0.4%	4.4%	8,122.7	8,079.8	-42.8	-0.5%	4.7%
Cigarette	298.0	302.6	300.9	-1.7	-0.6%	1.0%	306.3	303.9	-2.4	-0.8%	1.0%	310.6	307.8	-2.8	-0.9%	1.3%
AB Taxes	15.0	15.2	15.1	-0.1	-0.7%	1.0%	15.5	15.4	-0.1	-0.6%	2.0%	15.9	15.7	-0.2	-1.3%	1.9%
Inheritance	148.9	140.0	147.5	7.5	5.4%	-0.9%	140.0	147.5	7.5	5.4%	0.0%	140.0	147.5	7.5	5.4%	0.0%
Insurance	174.1	175.7	177.2	1.5	0.9%	1.8%	175.7	177.2	1.5	0.9%	0.0%	175.7	177.2	1.5	0.9%	0.0%
Interest	84.5	130.6	130.6	0.0	0.0%	54.5%	130.6	130.6	0.0	0.0%	0.0%	130.6	130.6	0.0	0.0%	0.0%
Other	275.8	212.5	212.5	0.0	0.0%	-23.0%	212.5	212.5	0.0	0.0%	0.0%	212.5	212.5	0.0	0.0%	0.0%
Subtotal	996.3	976.6	983.8	7.2	0.7%	-1.3%	980.6	987.1	6.5	0.7%	0.3%	985.3	991.3	6.0	0.6%	0.4%
<b><u>Total General Fund</u></b>	8,204.6	8,396.4	8,371.7	-24.7	-0.3%	2.0%	8,731.6	8,703.4	-28.1	-0.3%	4.0%	9,108.0	9,071.1	-36.8	-0.4%	4.2%
<b><u>PTR Fund</u></b>																
Sales	2,650.1	2,711.1	2,715.4	4.3	0.2%	2.5%	2,821.9	2,811.5	-10.4	-0.4%	3.5%	2,953.2	2,937.3	-15.9	-0.5%	4.5%
Individual	615.7	624.3	623.2	-1.1	-0.2%	1.2%	663.2	655.4	-7.8	-1.2%	5.2%	699.0	690.7	-8.3	-1.2%	5.4%
Gaming	589.9	626.7	625.4	-1.3	-0.2%	6.0%	656.8	647.3	-9.5	-1.4%	3.5%	688.0	677.9	-10.1	-1.5%	4.7%
<b><u>Total PTR Fund</u></b>	3,855.7	3,962.1	3,964.0	1.9	0.0%	2.8%	4,141.8	4,114.2	-27.7	-0.7%	3.8%	4,340.2	4,305.9	-34.4	-0.8%	4.7%
<b><u>Total General &amp; PTR Funds</u></b>	12,060.3	12,358.5	12,335.7	-22.8	-0.2%	2.3%	12,873.4	12,817.6	-55.8	-0.4%	3.9%	13,448.2	13,377.0	-71.2	-0.5%	4.4%

While the Revenue Forecast Technical Committee strives to produce the best possible forecasts for each revenue source, it is unlikely each component of this forecast will prove to be completely accurate. The Committee believes that in total it has produced a realistic and responsible forecast.